

C. DUKES SCOTT  
EXECUTIVE DIRECTOR

P.O. Box 11263  
Columbia, S.C. 29211



Phone: (803) 737-0800  
Fax: (803) 737-0801

DAN F. ARNETT  
CHIEF OF STAFF

nsedwar@regstaff.sc.gov

*Nanette S. Edwards*  
*Chief Counsel and Director of Legal Services*

January 16, 2008

**VIA ELECTRONIC FILING**

Charles L.A. Terreni, Esquire  
Chief Clerk & Administrator  
**Public Service Commission of South Carolina**  
101 Executive Center Drive  
Columbia, South Carolina 29210

Re: Petition of South Carolina Electric & Gas Company (SCE&G) Requesting Accounting Order Related to  
Municipal Fee Payments  
**Docket No. 2007-459-E**

Dear Mr. Terreni,

In regards to the Company's correspondence of January 15, 2008 in the above referenced matter, this is to inform the Public Service Commission ("Commission") that the Office of Regulatory Staff ("ORS") has reviewed SCE&G's request for the Commission to bifurcate this matter by 1) issuing an accounting order addressing the booking treatment for calendar year 2007 and beyond, and 2) addressing the cumulative balance issue in other proceedings. After review, ORS has no objection to SCE&G's request.

Thank you for the opportunity to provide our comments in this matter.

Sincerely,

Nanette S. Edwards

NSE/pm

cc: Dan F. Arnett, Chief of Staff, SC ORS  
Belton T. Zeigler, Esquire, Haynsworth Sinkler Boyd, PA  
K. Chad Burgess, Senior Counsel, SCE&G  
Dr. James Spearman, Executive Assistant, PSCSC